

UACIM BOARD of TRUSTEES TELEPHONIC CONFERENCE

MINUTES

April 27, 2000, 9:30 a.m.

BOARD MEMBERS PARTICIPATING

Gary Herbert, *President*, Utah County Commissioner
Dan McConkie, *Vice President*, Davis County Commissioner
Sarah Ann Skanchy, *Secretary/Treasurer*, Cache County Council Member
Chad Johnson, Beaver County Commissioner
Royal Norman, Box Elder County Commissioner
Tex Olsen, Sevier County Commissioner
Kent Sundberg, Utah County Deputy Attorney

BOARD MEMBERS UNABLE TO PARTICIPATE

Ken Bischoff, Weber County Commissioner
Ty Lewis, San Juan County Commissioner
Kent Petersen, Emery County Commissioner
Ed Phillips, Millard County Sheriff

OTHERS PARTICIPATING

Brent Gardner, UAC Executive Director
Brett Rich, Director, UACIM
Sonya White, UACIM Administrative Assistant

CALL to ORDER

Gary Herbert called the conference to order and welcomed those participating.

DAGGETT COUNTY MEMBERSHIP PROPOSAL

Brett Rich reported that the Board has given him authorization to present a membership proposal to Daggett County but Brett did not have a firm number for the premium contribution at that time and therefore wanted direction from the Board.


In running the numbers through the adopted formula, the premium contribution amounts to \$31,498. The Mutual must pay \$15,000 for 2000 reinsurance to add Daggett County as a member. The reinsurance portion of Daggett's premium is only \$6,151. The underwriters have explained that reinsurance carriers have a minimum premium even though Daggett County is the smallest county in the state. They have assured Brett that the Mutual would not be charged \$15,000 each year for Daggett County but that the premium would be allocated on the Mutual as a whole. There will be an addition of \$10,000 to the loss fund and therefore to the attachment point. That leaves approximately \$6,500 assuming the County would not go over \$10,000 in losses. Brett is concerned in that 45% of the Mutual's losses are in the area of law enforcement and that an uncommonly large percentage of the exposure of Daggett County comes from the jail. Therefore, he recommended an increase of \$3000 over the formula.

Chad Johnson made a motion to present Daggett County with a membership proposal at a premium contribution of \$39,500, prorated depending on the date of acceptance. Tex Olsen seconded the motion, which passed unanimously.

OTHER BUSINESS

Brent Gardner informed the Board that Brett Rich has accepted an offer with a local law firm and will be leaving the Mutual. The Board thanked Brett for all he has done for the Mutual and wished him well in his new endeavors. The Board will discuss the process for Brett's replacement at the May 25 meeting.

Approved on May 25, 2000


Sarah Ann Skanchy, UACIM Secretary-Treasurer
Cache County Council Member

